DEPARTMENT OF SOCIAL AND HEALTH SERVICES MEDICAL ASSISTANCE ADMINISTRATION Olympia, Washington

To: Adult Day Health —Memorandum No: 03-25

MAA

Managed Care Plans Issued: June 24, 2003

CSO Administrators

Regional Administrators For Information Call:

1-800-562-6188

From: Douglas Porter, Assistant Secretary Supersedes: 02-22 MAA

Medical Assistance Administration (MAA)

Subject: Adult Day Health: Fee Schedule Update

Effective for dates of service on and after July 1, 2003, the maximum allowable fees for the Adult Day Health Program will remain at their current levels.

Maximum Allowable Fees

The 2003 Washington State Legislature has not appropriated a vendor rate increase for the 2004 state fiscal year. Therefore, the maximum allowable fees for Adult Day Health will remain at their current levels.

Coding Changes

The Health Insurance Portability and Accountability Act (HIPAA) requires all healthcare payers to process and pay electronic claims using a standard set of procedure codes. MAA is discontinuing state-unique codes and modifiers and will require the use of applicable CPT and HCPCS procedure codes on all submitted claims. MAA is currently upgrading its claims processing system to accommodate these changes. State-unique procedure codes used in the Adult Day Health Program will be discontinued by October 2003. MAA will notify providers of all coding changes in a later memorandum.

To obtain DSHS/HRSA provider numbered memoranda and billing instruction, go to the DSHS/HRSA website at http://hrsa.dshs.wa.gov (click *the Billing Instructions and Numbered Memorandum* link). These may be downloaded and printed.